GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:1593
ANSWERED ON:02.12.2005
TOTAL CAPITAL IN PRIVATE SECTOR BANKS
Appadurai Shri M.

Will the Minister of FINANCE be pleased to state:

(a) the present capital of the Private Sector Banks in the country as on date;

(b) the details of total deposit in Private banks;

(c) whether the RBI / Government proposes to allow 74% FD1 into the capital of these banks; and

(d) if so, the reasons therefor?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI S.S. PALANEVIANICKAM)

(a) & (b) As on September, 2005, the total paid up share capital of Private Sector Banks is Rs. 3,536.76 crore and total deposits of these banks is Rs. 3,41,489.44 crore.

(c) & (d) With a view to provide an enabling environment for higher FDI inflows alongwith infusion of new technology and management practices resulting in enhanced competitiveness, Govt. of India has issued a notification dated 5th March, 2004 raising the Foreign Direct Investment limit in private banks from 49% to 74% under the automatic route including investment of Foreign Institutional Investors(FIIs).